



मुक्तिनाथ कृषि कम्पनी लि.

MUKTINATH KRISHI COMPANY LTD.

An Associate Company of Muktinath Bikas Bank



INTERIM FINANCIAL STATEMENT

As on 30th Poush 2082

For FY 2082-83

Muktinath Krishi Company Limited

Basundhara, Kathmandu

Statement of Financial Position (Stand Alone)

As at 30 Poush 2082 (14th January 2026)

					<i>Amount in Rs</i>
Particulars	Notes	30 Poush 2082	30th Ashwin 2082	As at 32nd Ashad 2082	
ASSETS					
Non-Current Assets					
Property, Plant and Equipments	4	182,108,355	169,711,236	171,432,734	
Biological Assets		115,000	115,000	115,000	
Intangible Assets	5	6,991,812	6,991,707	7,279,110	
Investment	7	226,871,114	227,863,975	226,616,503	
Total Non-Current Assets		416,086,280	404,681,918	405,443,347	
Current Assets					
Inventories		145,511,274	189,097,203	174,702,246	
Trade Receivables	6	680,441,831	680,887,703	568,063,124	
Other Receivables	6			-	
Income Tax Assets	15	10,528,367	7,804,200	7,792,336	
Prepayments	8	2,116,214	2,899,407	848,845	
Cash & Cash Equivalents	9	12,980,426	19,208,914	44,277,968	
Deferred Tax Assets	12	26,649,737	26,649,737	26,649,738	
Total Current Assets		878,227,849	926,547,165	822,334,256	
Total Assets		1,294,314,129	1,331,229,083	1,227,777,603	
EQUITY AND LIABILITIES					
Equity					
Equity Share Capital	10	756,000,000	700,000,000	700,000,000	
Other Equity	11	65,832,473	118,060,268	107,053,101	
Total Equity		821,832,473	818,060,268	807,053,101	
Liabilities					
Non-Current Liabilities					
Deferred Tax Liabilities	12			-	
Total Non-Current Liabilities			-	-	
Current Liabilities					
Trade and Other Financial Liabilities	13	314,967,167	393,875,357	247,727,055	
Provisions	14	6,358,131	6,358,131	6,358,131	
Provision for Income Tax		-	14,773,315	14,773,315	
Short Term loan	16	151,156,360	98,162,012	151,866,000	
Total Current Liabilities		472,481,657	513,168,815	420,724,501	
Total Equity and Liabilities		1,294,314,129	1,331,229,083	1,227,777,603	

Muktinath Krishi Company Limited

Basundhara, Kathmandu

Statement of Profit or Loss (Standalone)

As at 30 Poush 2082 (14th January 2025)

Amount in Rs

Particulars	30 Paush 2082	30 Ashwin 2082	As at 32 Ashad 2082
Revenue from Operations	290,893,257	166,033,638	725,830,332
Less: Cost of Goods Sold	234,127,730	133,998,322	579,779,036
Gross Profit	56,765,527	32,035,316	146,051,296
Sale of an Investment			81,250,000
Other Income	7,092,072	10,638	14,361,992
Total Income	63,857,599	32,045,954	241,663,287
Operating Expenses			
Personnel Expenses	23,627,600	12,041,992	56,403,652
Other Operating Expenses	12,618,947	4,748,721	30,276,044
Financial Expenses	5,738,757	2,043,525	23,624,386
Depreciation and Amortisation Expenses	4,145,556	2,204,550	20,363,831
Total Operating Expenses	46,130,860	21,038,788	130,667,912
Non Operating (Income)/Expenses		-	(1,187,492.17)
Total Expenses	46,130,860	21,038,788	129,480,420
Profit before Income Tax	17,726,739	11,007,167	112,182,867
Current Tax			14,773,315
Deferred Tax			752,931
Total Tax Expenses		-	15,526,246
Profit for the Period	17,726,739	11,007,167	96,656,622
Basic Earning Per Share (EPS)	2.34	1.57	13.81

Muktinath Krishi Company Limited
Statement of Cash Flow

As at 30 Poush 2082 (14th January 2026)


मुक्तिनाथ कृषि कम्पनी लि.
MUKTINATH KRISHI COMPANY LTD.

(An Associate Company of Muktinath Bikas Bank Ltd.)

Particulars	MKCL		
	30 Poush 2082	31 Ashwin 2082	Previous Quarter Ending 32nd Ashad 2082 (Audited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Net Profit for the year	17,726,739	11,007,167	112,182,867
Adjustment for:			
Depreciation/Impairment on Property, Plant and Equipment	4,145,556	2,204,550	20,363,831
Interest on Lease			-
Lease Rent			-
Interest Income	(170,646)	(10,638)	(1,091,118)
Income from Portfolio Management Services			-
Change in Fair Value of Securities		-	-
Profit/Loss on Sale of Fixed Assets			
Operating Profit Before Working Capital Changes	21,701,648	13,201,078	131,455,580
Changes In Working Capital			
(Increase)/decrease in Inventories	29,190,972	(14,394,958)	60,492,320
(Increase)/decrease in Trade and Other Receivables	(112,378,707)	(112,824,579)	(104,838,730)
(Increase)/decrease in Other Current Assets	(4,003,400)	(2,062,427)	(1,252,806)
Increase/(decrease) in Other Financial Liabilities	64,292,743	146,148,302	47,305,997
Increase/(Decrease) in Trade and Other Payables	(709,640)	(53,703,988)	1,250,006
Increase/(decrease) in Other Liabilities		0.00	
Income Taxes Paid (Net of Refunds)	(14,773,315)	-	
Net Cash Flows Generated / (Used) from Operating Activities (A)	(16,679,700)	(23,636,572)	134,412,366
CASH FLOW FROM INVESTING ACTIVITIES:			
Interest Received	170,646	10,638	1,091,118
(Increase)/decrease in Investment	(254,610)	(1,247,471)	(124,064,503)
Income from Sale of Securities		-	-
Payments for purchase of Property, Plant and Equipment	(14,233,878)	(195,649)	(35,746,914)
Adjustment for Derecognition of Right of use assets			
Purchase/Sale of Biological Assets		-	115,000
Payments for Intangible Assets	(300,000)	-	(1,943,111)
NET CASH FLOWS FROM INVESTING ACTIVITIES (B)	(14,617,842)	(1,432,481)	(160,548,411)
CASH FLOW FROM FINANCING ACTIVITIES:			
Proceeds from the issue of Equity and Preference Share		-	-
Proceeds from Issue of Bonus Shares	56,000,000		
Adjustment/ Restatement in Retaining Earning			53,800,200
Proceeds/(Repayment) of Secured Loan			-
Interest Paid			
Dividend Paid	(56,000,000)		
CASH FLOW FROM FINANCING ACTIVITIES (C)		-	53,800,200
Total Cash Flow from Operating, Investing and Financing Activities (A+B+C)	(31,297,542)	(25,069,053)	27,664,156
Opening Cash and Cash Equivalents	44,277,967.51	44,277,968	16,613,812
Closing Cash and Cash Equivalents	12,980,426	19,208,914	44,277,968

Muktinath Krishi Company Limited
Basundhara, Kathmandu,

Consolidated Statement of Change in Equity (Standalone)
As at 31st Aswin 2082 (16th July 2025)

Amount In Rs

A. Equity Share Capital	
Opening Balance	700,000,000
Changes in Equity Share Capital during the year	56,000,000
Balance as at 30 Poush 2082	756,000,000

B. Other Equity					
Particulars	Reserves & Surplus				Total Other Equity
	Share Premium	Retained Earnings	Capital Reserve	Fair Value Reserve	Amount in Rs
Opening Balance	-	(67,900,527)	1,257,179	(16,823,896)	(83,467,244)
Adjustment/Restatement	-	1,148,702	-	-	1,148,702
Restated Opening Balance	-	(66,751,826)	1,257,179	(16,823,896)	(82,318,544)
Profit for the year		10,472,287			10,472,287
Share Issue Expenses		(500,000)			(500,000)
Share Distribution	9,738,810				9,738,810
Reversal of Fair Value Reserve		(8,736,590)		8,736,590	-
Change in Fair Value				2,004,752	2,004,752
As at 31 Ashad 2080	9,738,810	(65,516,129)	1,257,179	(6,082,554)	(60,602,694)
Adjustment/Restatement		(9,000)			(9,000)
Restated Opening Balance	9,738,810	(65,525,129)	1,257,179	(6,082,554)	(60,611,694)
Profit for the year		21,735,897			21,735,897
Share Issue Expenses		(4,527,923)			(4,527,923)
Share Distribution					-
Reversal of Fair Value Reserve		(6,082,554)		6,082,554	-
Change in Fair Value					-
As at 31 Ashad 2081	9,738,810	(54,399,708)	1,257,179	0	(43,403,720)
Adjustment/Restatement		9,000			9,000
Restated Opening Balance	9,738,810	(54,390,708)	1,257,179	0	(43,394,720)
Profit for the year		96,656,622			96,656,622
Share Issue Expenses					-
Share Distribution					-
Reversal of Fair Value Reserve		6,082,554		(6,082,554)	-
Change in Fair Value				53,791,200	53,791,200
As at 32 Ashad 2082	9,738,810	48,348,467	1,257,179	47,708,646	107,053,101
Adjustment/Restatement	0	0	0	0	-
Restated Opening Balance	9,738,810	48,348,467	1,257,179	47,708,646	107,053,101.28
Profit for the year		17,726,738.96			17,726,738.96
Bonus Share Issued	(9,738,810)	(47,951,379)	(1,257,179)		(58,947,368.42)
As at 30 Poush 2082	-	18,123,827	-	47,708,646	65,832,472

Muktinath Krishi Company Limited
Basundhara, Kathmandu

Notes to Consolidated Financial Statements
As at 32 Ashad 2082 (16th July 2025)

4. Property, Plant and Equipment and Capital Work-in-Progress (Stand Alone)											
Particulars	Lease Hold Assets	Building & Structures	Computer & Accessories	Plant & Machinerics	Furniture & Fixtures	Vehicles	Office Equipments & Others	Other Fixed Assets	Under Construction Assets	Right of use Assets	Total
Cost											
As on 1st Shrawan	15,830,494	4,091,660	2,856,046	100,000	1,898,840	7,722,298	3,358,364	258,195	-	25,973,412	62,089,310
Additions during the year	3,869,818	220,096	942,695	-	1,490,570	2,254,035	2,351,991	-	43,298,538	25,035,582.14	79,463,326
Acquisition	3,869,818	220,096	942,695	-	1,490,570	2,254,035	2,351,991	-	43,298,538	-	54,427,744
Capitalizations	-	-	-	-	-	-	-	-	-	25,035,582	25,035,582
Adjustments	200,000	-	118,425	-	-	-	(318,425)	-	-	(13,568,887)	(13,568,887)
Disposal during the year	-	(1,715,857)	-	-	-	-	(18,318)	(3,220)	(21,581,000)	-	(23,318,395)
Balance at 31 Ashad 2080	19,900,313	2,595,899	3,917,167	100,000	3,389,410	9,976,333	5,373,612	254,975	21,717,538	37,440,107	104,665,354
Additions during the year	5,691,637	1,347,919	1,611,515	221,859	817,460	9,451,770	1,779,880	479,405	16,018,745	57,076,081	94,496,272
Acquisition	5,691,637	1,347,919	1,611,515	221,859	817,460	9,451,770	1,779,880	479,405	16,018,745	57,076,081	94,496,272
Capitalizations	-	-	-	-	-	-	-	-	-	-	-
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Disposal during the year	-	-	-	-	-	-	-	-	-	-	-
Balance at 31 Ashad, 2081	25,591,950	3,943,818	5,528,682	321,859	4,206,870	19,428,103	7,153,492	734,380	37,736,283	94,516,188	199,161,626
Additions during the year	1,863,222	-	634,718	246,298	21,239	5,029,858	189,013	-	5,688,144	22,074,420	35,746,913
Acquisition	1,863,222	-	634,718	246,298	21,239	5,029,858	189,013	-	5,688,144	12,655,432	26,327,925
Capitalizations	-	-	-	-	-	-	-	-	-	-	-
Adjustments	-	-	-	-	-	-	-	-	-	9,418,988	9,418,988
Disposal during the year	-	-	-	-	-	-	-	-	-	-	-
Balance at 31st Ashad 2082	27,455,172	3,943,818	6,163,401	568,157	4,228,109	24,457,962	7,342,505	734,380	43,424,427	116,590,609	234,908,539
Additions during the year	1,540,552	-	360,004	-	-	12,258,673	74,650	-	-	-	14,233,879
Acquisition	1,540,552	-	360,004	-	-	12,258,673	74,650	-	-	-	14,233,879
Capitalizations	-	-	-	-	-	-	-	-	-	-	-
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Disposal during the year	-	-	-	-	-	-	-	-	-	-	-
Balance at 30th Poush 2082	28,995,724	3,943,818	6,523,405	568,157	4,228,109	36,716,634	7,417,155	734,380	43,424,427	116,590,609	249,142,418
Depreciation and Impairment Losses											
As on 1st Shrawan	1,383,977	1,712,892	670,566	49,432	645,352	2,834,176	1,118,682	230,778	-	2,597,341	11,243,197
Charge for the year	3,297,275	623,835	713,382	20,000	411,618	1,217,279	735,918	26,768	-	6,002,994	13,049,069
Previous Year	3,206,099	475,161	594,894	20,000	379,768	1,103,185	604,324	26,768	-	-	6,410,200
Addition	91,176	148,674	118,487	-	31,850	114,093	-	-	-	6,002,994	6,638,869
Adjustments	141,930	-	136,777	-	-	-	(278,707)	-	-	-	-
Disposals	-	(661,114)	-	-	-	-	(4,876)	(2,572)	-	-	(668,562)
Balance at 31 Ashad 2080	4,823,183	1,675,613	1,520,724	69,432	1,056,971	4,051,455	1,571,016	254,975	-	8,600,335	23,623,704
Charge for the year	4,183,122	143,152	1,032,473	45,454	748,858	2,144,479	1,253,335	228,679	-	10,801,055	20,580,607
Previous Year	3,980,062.50	129,794.95	783,433.35	20,000	677,882.02	1,425,190.46	1,074,722.43	127,487.50	-	-	8,218,573
Addition	203,059.27	13,357.35	249,039.40	25,454.35	70,976.31	719,288.95	178,612.27	101,191.22	-	10,801,054.74	12,362,034
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-	-	-
Balance at 31 Ashad, 2081	9,006,304	1,818,765	2,553,197	114,886	1,805,829	6,195,934	2,824,351	483,653	-	19,401,390	44,204,311
Charge for the year	1,798,355.21	197,190.89	1,149,698.14	27,749.25	601,609.89	2,568,431.19	1,046,109.73	250,726.28	-	11,631,624	19,271,495
Previous Year	1,706,130	197,191	1,105,736	21,457	600,981	2,158,678	1,021,927	250,726	-	10,301,423	17,364,251
Addition	92,225	-	43,962	6,292	628	409,753	24,182	-	-	1,330,201	1,907,243
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-	-	-
Balance at 32 Ashad, 2082	10,804,660	2,015,956	3,702,895	142,636	2,407,439	8,764,366	3,870,461	734,380	-	31,033,014	63,475,805
Charge for the year	939,834	98,595	325,111	9,469	302,008	1,358,776	524,465	-	-	-	3,558,258
Previous Year	915,172	98,595	308,170	9,469	302,008	1,358,776	524,465	-	-	-	-
Addition	24,662	-	16,941	-	-	-	-	-	-	-	-
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-	-	-
Balance at 30 Poush, 2082	11,744,494	2,114,551	4,028,006	152,105	2,709,447	10,123,141	4,394,925	734,380	-	31,033,014	67,034,063
Net book value											
As on Ashad end 2079	14,446,517	2,378,768	2,185,481	50,568	1,253,488	4,888,122	2,239,682	27,417	-	23,376,071	50,846,113
As on Ashad end 2080	15,077,130	920,286	2,396,443	30,568	2,332,440	5,924,878	3,802,596	0	21,717,538	28,839,772	81,041,650
As on Ashad end 2081	16,585,645	2,125,053	2,975,485	206,973	2,401,041	13,232,169	4,329,141	250,726	37,736,283	75,114,798	154,957,315
As on Ashad end 2082	16,650,512	1,927,862	2,460,506	425,522	1,820,670	15,693,596	3,472,044	-	43,424,427	85,557,595	171,432,734
As on Poush end 2082	17,251,230	1,829,266	2,495,399	416,053	1,518,663	26,593,493	3,022,230	-	43,424,427	85,557,595	182,108,355

Muktinath Krishi Company Limited
Basundhara, Kathmandu

Notes to Consolidated Financial Statements
As at 30th Poush 2082 (14th January 2026)

5. Intangible Assets

Amount in Rs

Particulars	Group Balance			Standalone			Total Intangible Assets
	Computer Software & Others	Under Development	Total Group	Computer Software & Others	Development Cost and Chemical Formulas	Under Development	
Balance at 31 Ashad, 2081				5,415,168		2,424,658	7,839,827
Additions /Acquisitions				332,879	1,610,231	-	1,943,111
Disposals							
Balance at 32 Ashad, 2082				5,748,048	1,610,231	2,424,658	9,782,938
Additions /Acquisitions				300,000			300,000
Disposals							
Balance at 30 Poush, 2082	-	-	-	6,048,048	1,610,231	2,424,658	10,082,938
Amortisation and Impairment Losses							
Impairment losses							-
Balance at 31 Ashad, 2081				1,411,492		-	1,411,492
Charge for the year				1,092,336			1,092,336
Impairment losses							
Balance at 32 Ashad, 2082				2,503,828	-	-	2,503,828
Charge for the year	-			587,298			587,298
Impairment losses							
Balance at 30 Poush, 2082	-	-	-	3,091,126	-	-	3,091,126
Net book value							
As on Ashad end 2081				4,003,677		2,424,658	6,428,335
As on Ashad end 2082				3,244,220		2,424,658	7,279,110
As on Poush end 2082				2,956,922.02	1,610,231.45	2,424,658.33	6,991,812

Muktinath Krishi Company Limited

Basundhara, Kathmandu

Notes to Consolidated Financial Statements

As at 31st Ashwin 2082 (17th October 2025)

6. Trade and Other Receivables	Stand Alone		
	30 Poush 2082	31st Ashwin 2082	32nd Ashad 2082
Trade Debtors	585,978,490.88	597,720,735	459,412,424
Advance to Suppliers	-	-	-
VAT Receivable	-	-	3,251,062
LC/TT Margin	14,797,124.96	6,714,894	4,344,123
Seed Trial & Registration Advance	3,260,000.00	3,260,000	3,260,000
Input/ Seed Production Advance	114,660.00	114,660	114,660
Staff Advances	1,000,187.43	849,347	573,004
Rent Deposit	290,000.00	290,000	290,000
Project Advances	-	-	15,642,780
Bid Deposit	19,237,213.35	18,418,001	54,361,544
Other Receivables	17,091,265.22	15,093,666	-
Receivable from Subsidiaries	38,672,889.51	38,426,399	26,813,527
Total	680,441,831	680,887,703	568,063,124

Trade and Other Receivables are non-interest bearing receivables.

7. Investment	Stand Alone		
	30 Poush 2082	31st Ashwin 2082	32nd Ashad 2082
Long Term Investment			
Investment in Subsidiaries	72,777,135.00	72,777,135	72,000,000
Investments in Associates	75,000,000.00	75,000,000	75,000,000
Nepal Warehousing Company Ltd	73,791,200.00	73,791,200	73,791,200
Fixed Deposit at MNBBL	5,302,778.60	6,295,640	5,825,303
Total	226,871,114	227,863,975	226,616,503

8. Prepayments	Stand Alone		
	30 Poush 2082	31st Ashwin 2082	32nd Ashad 2082
Prepaid Expenses	1,928,388.02	2,711,582	661,019
Prepaid Insurance	187,825.65	187,826	187,826
Total	2,116,214	2,899,407	848,845

9. Cash & Cash Equivalents (CCE)	Stand Alone		
	30 Poush 2082	31st Ashwin 2082	32nd Ashad 2082
a. Cash on hand	691,230.84	751,537	373,357
b. Balances with Banks and Financial Institution			
Call & Current Accounts	12,289,194.80	18,457,376	43,904,611
Term deposits carried at amortised cost	-	-	-
Total	12,980,426	19,208,914	44,277,968

Cash and Cash Equivalents includes cash balance in hand, demand deposits with bank, other short term highly liquid investments with original maturity of three months or less.

Muktinath Krishi Company Limited

Basundhara, Kathmandu

Notes to Consolidated Financial Statements

As at 30th Poush 2082 (14th January 2026)

10. Share Capital	Stand Alone		
	30th Poush 2082	This Quarter End	Previous Quarter End
Authorized Share Capital : (1,50,00,000 Equity Shares of Rs 100 each)	1,500,000,000	1,500,000,000	1,000,000,000
Issued Share Capital : FY 2080/81 (100,00,000 Equity Shares of Rs 100 each); FY 2079/80 (70,00,000 Equity Shares of Rs 100 each)	1,000,000,000	1,000,000,000	1,000,000,000
Paid-up Share Capital FY 2080/81 (70,00,000 Equity Shares of Rs 100 each paid up); FY 2079/80 (56,00,000 Equity Shares of Rs 100 each paid up)	756,000,000	756,000,000	700,000,000

Out of the total Issued Shares, 56,00,000 equity shares are offered to promoters & balance 14,00,000 equity shares were allocated to the general public during the year.

Bonus Share Issued @8 % During FY 2082-083

The shareholding pattern on the company is as follows.

Shareholder Category	No. of Share	% of holding
Muktinath Bikas Bank Ltd	1,679,940	22.22%
Bharat Raj Dhakal	159,840	2.11%
Tulsi Ram Dhakal	151,434	2.00%
Narayan Kumar Shrestha	116,794	1.54%
Sitaram Kaphle	84,478	1.12%
Others Shareholders (Holding less than 1% of total :	5,367,514	71.00%
Total	7,560,000	100.00%

11. Other Equity	Stand Alone		
	30 Poush 2082	31st Ashwin 2082	32nd Ashad 2082
Retained Earnings	18,123,827	59,355,634	48,348,467
Share Premium	-	9,738,810	9,738,810
Capital Reserve	-	1,257,179	1,257,179
Fair Value Reserve	47,708,646	47,708,646	47,708,646
Total	65,832,473	118,060,269	107,053,102

Muktinath Krishi Company Limited

Basundhara, Kathmandu

Notes to Consolidated Financial Statements

As at 30 Poush 2082 (14th January 2026)

12. Deferred Tax Assets/ Liabilities	Stand Alone		
	30 Poush 2082	31st Ashwin 2082	32nd Ashad 2082
Deferred Tax Assets/(liabilities)	26,649,737	26,649,737	26,649,738
Total	26,649,737	26,649,737	26,649,738

13. Trade and Other Financial Liabilities	Stand Alone		
	30 Poush 2082	31st Ashwin 2082	32nd Ashad 2082
Trade Creditors	40,725,828	61,667,070	4,241,566
Other Creditors	-	-	-
Advance Received from Party	479,124	479,124	479,124
Staff Payable	1,132,579	4,725,307	392,749
TDS Payable	5,381,496	5,235,487	4,175,282
Dividend Distribution Tax Payable	2,947,368	-	-
VAT Payable	1,376,128	1,343,987	-
Audit Fee Payable	-	-	197,000
Other Payables	7,440,300	8,071,374	9,496,515
Rent Payable	-	-	-
Lease Liability	99,226,781	99,226,781	99,226,781
Payable to Subsidiaries	-	20,711,574	22,557,160
Payable to Associates	156,257,563	192,414,654	106,960,879
Total	314,967,167	393,875,357	247,727,055

14. Provisions	Stand Alone		
	30 Poush 2082	31st Ashwin 2082	32nd Ashad 2082
Provision for Gratuity	3354304.22	3,354,304	3,354,304
Provision for Leave Enchasmnt	2016430.65	2,016,431	2,016,431
Staff Welfare Cost Payable	987396	987,396	987,396
Total	6,358,131	6,358,131	6,358,131

15. Income Taxes			
15.1 Income Tax Assets	Stand Alone		
	30 Poush 2082	31st Ashwin 2082	32nd Ashad 2082
Advance Income Tax	3892677	1,518,036	1,518,036
TDS Recievable	6635690	6,286,164	6,274,300
Less: Provision for current tax upto FY 2076-77	-	-	-
Income Tax Assets/ (Liabilities)	10,528,367	7,804,200	7,792,336

15.2. Income tax recognised in Statement of Profit and Loss	Stand Alone		
	30 Poush 2082	31st Ashwin 2082	32nd Ashad 2082
Income Tax Expenses			
Current year		-	14,773,315
Adjustments for prior years		-	-
Total (A)		-	14,773,315
Deferred tax:			
Origination and reversal of temporary differences		-	-
Recognition of previously unrecognised tax losses		-	-
Total (B)		-	-
Income tax expense recognised in the Statement of P & L (A+B)		-	14,773,315

16. Short Term Loan	Stand Alone		
	30 Poush 2082	31st Ashwin 2082	32nd Ashad 2082
Demand Loan	49,998,000	49,998,000	49,998,000
Trust Receipt Loan	101,158,360	48,164,012	101,868,000
Other Short Term Loan	-	-	-
Total	151,156,360	98,162,012	151,866,000

Muktinath Krishi Company Limited

Basundhara, Kathmandu,

Notes to Financial Statements

As at 30th Poush 2082 (14th January 2026)

16. Revenue from Operations	Stand Alone		
	30 Poush 2082	31st Ashwin 2082	32 Ashad 2082
Sales	290,893,257	166,033,638	226,590,476
Exempt Sales	-	-	499,239,856
Sales to CASA Project	-	-	-
Less: Sales Return	-	-	-
Total	290,893,257	166,033,638	725,830,332

17. Other income	Stand Alone		
	30 Poush 2082	31st Ashwin 2082	32 Ashad 2082
Interest Income on Bank Deposits	170,646	89,722	1,091,118
Miscellaneous Income	-	-	5,542,215
Other Income	6,921,425	(79,083)	7,728,660
			-
Total	7,092,072	10,638	14,361,992

18. Cost of Goods Sold	Stand Alone		
	30 Poush 2082	31st Ashwin 2082	32 Ashad 2082
Opening Stock	174,702,246	174,702,246	235,194,565
Cost of Purchase	196,120,843	146,094,494	505,398,034
Direct Expenses:			-
Loading / Unloading Cost	358,750	329,790	214,045
Direct Wages	473,563		
Transportation Expenses	4,091,607	1,600,173	7,559,723
Packing Material Cost	17,785	875	144,913
Other Direct Expenses	3,874,211	367,947	5,970,001
Total Direct Expenses	8,815,915	2,298,785	13,888,683
Less: Closing Stock	(145,511,274)	(189,097,203)	(174,702,246)
Total Cost of Goods Sold	234,127,730	133,998,322	579,779,036

Costs of purchase include the purchase price, import and tax-related duties, transport costs, insurance during transportation, handling costs, and other costs that are directly attributable to the acquisition of goods, materials, and services and to make the goods and services ready to sale.

19. Employee Benefits Expense	Stand Alone		
	30 Poush 2082	31st Ashwin 2082	32 Ashad 2082
Salaries & Wages	22,706,270	11,508,595	50,537,186
Intern Expenses	668,318	460,925	612,027
Employee Provident Fund Expenses	-	-	1,971,001
Leave Expenses	1,250	1,250	581,347
Gratuity Expenses	-	-	746,046
Staff Welfare Costs	251,762	71,222	1,956,045
Total	23,627,600	12,041,992	56,403,652

Muktinath Krishi Company Limited

Basundhara, Kathmandu

Notes to Financial Statements

As at 30th Poush 2082 (14th January 2026)

20. Other Operating Expenses	Stand Alone		
	30 Poush 2082	31st Ashwin 2082	32nd Ashad 2082
Branding, Promotion & Market Extension	667,657	196,603	2,718,032
Rent Expenses	3,978,048	1,629,669	49,781
AGM Expenses	-	-	253,250
Audit Fees	-	-	200,000
Internal Audit Expenses	20,000	20,000	80,000
Professional Consultancy Fees	329,032	109,032	527,644
Training & Demonstration Expenses	59,720	7,110	125,480
Meeting Allowance	-	-	434,000
Bank Charges	637,030	466,135	1,710,693
Annual Maintenance charges	137,778	137,778	1,397,573
Meeting Expenses	290,656	88,138	438,884
Communication Expenses	495,013	364,947	1,977,312
Insurance Charges	-	-	2,189,019
Lodging and Fooding Expenses	1,073,178	241,665	3,225,743
Power & Fuel	826,742	196,241	2,724,658
Water, Electricity and Office Utilities	440,139	256,321	1,076,605
Printing, Stationery and Small Accessories	196,467	86,243	1,002,653
Registration and Renewal	417,523	83,266	950,945
Research and Development Expenses	599,879	157,741	-
Bid Application Charges	79,390	23,000	307,200
Security Expenses	-	-	276,653
Scheme Expenses	311,765	117,647	-
Travelling Expenses	339,554	135,602	2,657,325
Fines & Penalties	104	104	141,567
Repair and Maintenance	733,878	278,268	1,356,108
Vehicle Expenses	24,987	6,387	112,557
Other Office Expenses	418,903	146,822	3,035,513
Project Expenses	488,503	-	1,306,851
Hospitality & Guest Expenses	47,800	-	-
Donation Expenses	5,200	-	-
Total	12,618,947	4,748,721	30,276,044

1. Corporate Information

Muktinath Krishi Company Limited (“the Company”) is a public limited company established on 14th Bhadra 2075 (30 Aug 2018), under the provisions of Companies Act-2063 of Nepal, with the registration no. 197475/075/076. The registered office of the Company and the principal place of business is located at Basundhara, Kathmandu. The company has regional offices located at Kathmandu, Dhangadi, Birendranagar, Butwal, Pokhara, Chitwan, Bardibas, and Itahari.

The Company’s activity involves, predominantly, business of agricultural products including production, trading and marketing of the agro products as well as supply of agricultural equipment’s, agriculture related consultancy services, seeds, agricultural research and development and technology transfer.

2. Basis of Preparation

2.1. Statement of Compliance

The financial statements have been prepared and presented under the historical cost convention, on accrual basis and in accordance with Accounting Standards and Principles, issued by Accounting Standard Board (ASB) of the Institute of Chartered Accountants of Nepal.

2.2. Interim Period and Approval of Financial Statement

Interim Period:

The Company has prepared the statements based upon Nepali calendar starting from 1st Shrawan 2082 and ending on 30th Poush 2082.

2.3. Changes in Accounting Policies

The accounting policies adopted are consistent with those of previous financial year. There has been no change in accounting policies as compared to that of previous year which would have any significant effect on these financials.

2.4. Going Concern

The Board of Directors and company’s management have made an assessment of the Company’s ability to continue as a going concern and satisfied that it has the resources to continue in business for the foreseeable future. Furthermore, the Company is not aware of any material uncertainties that may cast significant doubt upon the Company’s ability to continue as a going concern and they do not intend either to liquidate or to cease operations of it. Therefore, the Financial Statements continue to be prepared on the going concern basis.

2.5. Use of Estimates

The preparation of Financial Statements in conformity with NFRS requires management to make judgments, estimates and assumptions, in the application of accounting policies that affect the reported amounts of assets, liabilities, incomes and expenses. Actual results may differ from these estimates. Continuous evaluation is done on the estimation and judgments based on historical experience and other factors, including expectations of future events that are believed to be reasonable. Any revisions to accounting estimates are recognized prospectively in current and future periods.

2.6. Functional and Presentation Currency

The functional currency of the company is Nepalese Rupee in which the financial statements has been presented. All values are rounded to the nearest rupee except where otherwise presented.

3. Significant Accounting Policies

3.1. Revenue Recognition

Revenue from sales of goods is recognized on transfer of all significant risks and rewards of ownership to the buyer. Significant risk and rewards of ownership is transferred upon the products leaving the warehouse and/or establishment from which the products are being sold. Sales are recognized net of trade discounts, price reduction, and indirect coverage subsidy, rebates and sales taxes.

Interest income from financial assets is recognized when it is probable that economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a timely basis. Other revenues are recognized on accrual basis when the amount of revenue can be estimated reliably and benefits is estimated to flow into the Company.

3.2. Foreign Currency Transactions

Transactions entered into by the Company in a currency other than the currency of primary economic environment in which it operates are recorded at the rates ruling when the transactions occur. Exchange differences arising on foreign currency transactions settled during the year are recognized in the Statement of Profit or Loss. Unsettled foreign currency monetary assets and liabilities, if any are translated at the rates ruling at the Interim date.

3.3. Property, Plant and Equipment (PPE)

Recognition and measurement: Property, plant and equipment (PPE) are measured at cost less accumulated depreciation and impairment losses, if any. Cost includes expenditures directly attributable to the acquisition of the asset.

Depreciation: Property, plant and equipment (PPE) are depreciated over the estimated useful life, on a straight-line basis, from the day the assets are ready for intended use. Assets acquired under financial lease and leasehold improvements are amortized over the lower of estimated useful life and lease term.

The estimated useful lives of assets for the current period of significant items of property, plant and equipment are as follows:

Category	Estimated Useful Life
Leasehold Asset	As per Agreement
Building and Structures	20 years
Plastic and Other Structures	5 years
Computer & Accessories	5 years
Vehicle (Four-Wheeler)	9 years
Vehicle (Two-Wheeler)	7 years
Furniture & Fixtures	5 years
Plant & Machineries	5 years
Office Equipment & Machineries	5 years
Other fixed asset like flex print board, battery etc.	2 years
Software	5 years

The company adopts cost model for entire class of PPE. The company has not measured any PPE at revaluation model or at fair value. The items of PPE are measured at cost less accumulated depreciation and any accumulated impairment losses. Assets having acquisition cost less than or equal Rs. 5,000/- before VAT, have been booked as an expense in the Statement of Profit & Loss.

Disposals: On disposal of an item of property, plant and equipment, the difference between the net disposal proceeds and its carrying amount is taken to the income statement.

3.4. Intangible Assets

Intangible assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any.

Acquired computer software are capitalized on the basis of the costs incurred to acquire and bring to use the specific software. Direct expenditure, which enhances or extends the performance of computer software beyond its specifications and which can be reliably measured, is recognized as a capital improvement and added to the original cost of the software. These costs are amortized over the estimated useful life of 5 years. Costs associated with maintaining computer software are recognized as an expense as incurred.

3.5. Financial assets & financial liabilities

Trade and Other Receivables

Trade receivables are recognized initially at fair value and subsequently measured at amortized cost.

Inventories

Inventories are initially recognized at cost and subsequently at the lower of cost or net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and estimated cost necessary to make the sale. Full provision is made for an obsolete stock that cannot be used or is damaged or defective or cannot be sold in the market.

Taxation

Income tax expenses comprises of current tax and deferred tax charge.

Current tax is determined in accordance with Income Tax Act 2058. The income tax expense which is recognized in the Statement of Profit & Loss, except to the extent it relates to items recognized directly in Equity or Other Comprehensive Income in which case it is recognized in Equity or in Other Comprehensive Income. Current tax is the amount expected or paid to tax authorities in respect of the current year, using the tax rates and tax laws enacted or substantively enacted on the Interim date and any adjustment to tax payable in respect of prior years.

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the balance sheet and the amounts attributed to such assets and liabilities for tax purposes. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are recognized to the extent that it is probable that future taxable profits will be available against which deductible temporary difference can be utilized. Deferred tax is calculated using the tax rates expected to apply in the periods in which the assets will be realized or the liabilities settled, based on tax rates and laws enacted, or substantially enacted, by the balance sheet date. Deferred tax assets and liabilities are offset when they arise in the same tax Interim group and relate to income taxes levied by the same taxation authority, and when the group has legal right to offset.

The Company has not recognized Current & deferred tax Expenses for the period.

Investment

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as non-current investments. On initial recognition, all investments are measured at cost. Except investment made at Nepal Warehousing Company Limited which is taken at fair market value. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fee and duties.

Cash and Cash Equivalents

Cash and cash equivalents are defined as cash on hand, demand deposits and short term highly liquid investments, readily convertible to known amounts of cash and subject to insignificant risk of changes in value.

Trade and other payables

Trade and other payables are initially recognized at fair value and subsequently carried at amortized cost.

3.6. Share Capital

Financial Instruments issued by the Company are classified as equity only to the extent that they do not meet the definition of a financial liability or financial asset. The Company's equity shares are classified as equity instruments.

3.7. Contingencies, Provisions and Commitments

A provision is created where there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation.

A contingent liability is disclosed when there is a possible or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible or a present obligation and the likelihood of outflow of resources is remote, no provision or disclosure is made.

The company do not have substantial amount of contingent liabilities against its name and has not made any commitments whatsoever to affect the financial statement.

There are no significant changes in contingencies, provisions and commitments during the Interim period.

3.8. Cash Flow Statement

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals of accruals of past or future cash receipts or payments. The cash flows from regular revenue generating & investing activities of the company are segregated.

3.9. Events after Interim Period

No material events exist subsequently to the reporting date of the condensed financial statements that require disclosures or adjustments in the interim financial statements.

3.10. Earnings Per Share (EPS)

Basic EPS is computed by dividing the Profit or loss attributable to the equity shareholders of the company for the period by the weighted average number of ordinary shares outstanding during the Interim period.

3.11. Related Party Disclosure

i) List of Related Party

- | | |
|---|---|
| a) Muktinath Bikas Bank Ltd. | - Parent company holding 22.2% of the total share |
| b) Muktinath Agro Machinery Company Limited | - 100% Subsidiary Company |
| c) Muktinath Fertilizer Bank Limited | - 100% Subsidiary Company |
| d) Muktinath Food Bank Limited | - Associates company holding 18.75 % of Shares . |
| e) Muktinath Livestock Bank Limited | - 100% Subsidiary Company |
| f) Muktinath Nursery Bank Limited | - 100% Subsidiary Company |
| g) Muktinath Seed Bank Limited | - 100% Subsidiary Company |
| h) Muktinath Trading Company Limited | - 100% Subsidiary Company |
| i) Muktinath Herbal Bank Limited | - 100% Subsidiary Company |
| j) Muktinath Capital Ltd. | - Group Company |

Key Management Personnel

- | | |
|--|---------------------------------------|
| a) Mr. Sitaram Kaphle (Re-elected on 2080.09.25) | - Chairman |
| b) Mr. Bharat Raj Dhakal (Re-elected on 2080.09.25) | - Managing Director |
| c) Mr. Tulsi Ram Dhakal (Re-elected on 2080.09.25) | - Director |
| d) Mr. Rabindraman Shrestha (Re-elected on 2080.09.25) | - Director |
| e) Mrs. Sugarika KC (Elected on 2080.10.22) | - Director |
| f) Mr. Sarad Chandra Shrestha (Elected on 2081.06.16) | - Director |
| g) Mr. Ramsharan Timalsina (Appointed on 2076.09.20) | - Deputy Chief Executive Officer & CS |

ii) Transactions with Related Parties

- a) Parent and Subsidiaries

Related Party	Nature of Relation	Nature of Transaction	Amount
Muktinath Bikash Bank Ltd.	Parent Company	Bank Balance	1,12,70,041.26
Muktinath Bikash Bank Ltd.	Parent Company	Fixed Deposit	53,02,778.60
Muktinath Bikash Bank Ltd.	Parent Company	Interest Income	1,70,646.27
Muktinath Agro Machinery Co. Ltd.	Subsidiary Company	Sales of Goods	4,92,10,623.94
Muktinath Foods Bank Ltd.	Associate Company	Sale of Goods	2,14,65,757.79
Muktinath Seeds Bank Ltd.	Subsidiary Company	Sale of Goods	10,33,200.00
Muktinath ITech Ltd	Subsidiary Company	Sale of Goods	9,60,000.00
Muktinath Live Stock Bank Ltd.	Subsidiary Company		2,67,92,684.65
Muktinath Nursery Bank Ltd.	Subsidiary Company		(1,41,43,235)
Muktinath Foods Bank Ltd.	Subsidiary Company		(15,62,57,563.09)
Muktinath Agro Machinery Company Ltd.	Subsidiary Company		9,03,05,407.29
Muktinath Trading Company Ltd.	Subsidiary Company	Receivable/ (Payable) to Subsidiaries & Associates Cos.	17,32,67,540
Muktinath Herbal Bank Ltd.	Subsidiary Company		6,83,842.99
Muktinath Fertilizer Bank Ltd.	Subsidiary Company		1,72,16,275.76
Muktinath Seeds Bank Ltd.	Subsidiary Company		1,7,65,64,389.62
Muktinath ITech Ltd	Subsidiary Company		81,89,196.00
Muktinath Climate Care Ltd	Subsidiary Company		21,57,044.98

b) Meeting Allowances

3.12. Comparative Figures

Previous year figures have been reworked, regrouped, rearranged and reclassified wherever necessary to confirm to the current year's presentation.

3.13. Other Disclosures

i) Seasonality of Operation

The Company's historical data indicates that the company experiences higher revenue generation in Q4, aligning with the peak of the growing season. The major paddy plantation and the vegetable season falling in second half of the year, and also the government subsidy program aligning within this period does significantly increase the company's business. The Company has experienced a decline in sales 25.27% as compare to Second quarter of immediate preceding financial year due to Gen Z Strike, Off Season, Tightening of credit control etc. Company is expected to achieve its predefined business target in Q-III and Q-IV of FY 2082-083.